

COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE APPLICATION	)	
OF THE FUEL ADJUSTMENT CLAUSE OF	)	
KENTUCKY POWER COMPANY FROM	)	CASE NO.
NOVEMBER 1, 2012 THROUGH OCTOBER	)	2014-00450
31, 2014	)	

COMMISSION STAFF'S THIRD REQUEST FOR INFORMATION  
TO KENTUCKY POWER COMPANY

Kentucky Power Company ("Kentucky Power"), pursuant to 807 KAR 5:001, Section 8, is to file with the Commission the original in paper medium and an electronic version of the following information. The information requested herein is due within seven days of this request. Responses to requests for information in paper medium shall be appropriately bound, tabbed and indexed. Each response shall include the name of the witness responsible for responding to questions related to the information provided.

Each response shall be answered under oath or, for representatives of a public or private corporation or a partnership or association or a governmental agency, be accompanied by a signed certification of the preparer or the person supervising the preparation of the response on behalf of the entity that the response is true and accurate to the best of that person's knowledge, information, and belief formed after a reasonable inquiry.

Kentucky Power shall make timely amendment to any prior response if it obtains information which indicates that the response was incorrect when made or, though correct when made, is now incorrect in any material respect. For any request to which

Kentucky Power fails or refuses to furnish all or part of the requested information, it shall provide a written explanation of the specific grounds for its failure to completely and precisely respond.

Careful attention shall be given to copied material to ensure that it is legible. When the requested information has been previously provided in this proceeding in the requested format, reference may be made to the specific location of that information in responding to this request. When applicable, the requested information shall be separately provided for total company operations and jurisdictional operations. A party filing a paper containing personal information shall, in accordance with 807 KAR 5:001, Section 4(10), encrypt or redact the paper so that personal information cannot be read.

1. Refer to Kentucky Power's response to the May 27, 2015 Informal Conference Information Request ("IC Request"), Item 3, filed on June 4, 2015. Attachment 3 of that response identifies General Ledger account 4470089 as a Load Serving Entity, or LSE, account. Refer also to the revised response to Item 12 of Commission Staff's Second Request for Information, Item 12, filed on June 2, 2015. Attachment 1 to Item 12 shows account 4470089 as an off-system sales, or OSS, account.

a. Explain the discrepancy.

b. If account 4470089 is an LSE account, explain where the "Total August KPCo" amount of (\$7,976,482) in Attachment 3 to the IC Request is recorded in the fuel adjustment clause calculation filed for the expense month of August 2014. If it is an LSE account but is not included in the fuel adjustment clause calculation, explain why it is not included.

2. Refer to Kentucky Power's response to the Commission's Post-Hearing Information Request, Item 3.b. The response states that Kentucky Power purchased coal from Alpha for the year 2016 at \$59.00 per ton from the bidders shown on Attachment 2 in response the Commission's February 5, 2015 Information Request, Item 25. That attachment shows a lower bid than the Alpha bid. Explain why the lower bid was not chosen for 2016.

3. State whether purchase power costs in excess of Kentucky Power's "peaking unit equivalent" limitation were recovered through the fuel adjustment clause for the expense months of November 2012 through October 2013. If so, provide the amounts in excess by month.

  
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Jeff Derouen  
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DATED JUL 10 2015

cc: Parties of Record

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